

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. NO.: 2577-01  
BILL NO.: HB 1153  
SUBJECT: Changes Amount State Will Pay for Institutionalizing Juveniles  
TYPE: Original  
DATE: December 22, 1999

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**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON STATE FUNDS</b>			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
General Revenue	(\$673,378) to (\$3,831,134)	(\$823,467) to (\$3,946,068)	(\$835,819) to (\$4,064,450)
<b>Total Estimated Net Effect on <u>All</u> State Funds</b>	<b>(\$673,378) to (\$3,831,134)</b>	<b>(\$823,467) to (\$3,946,068)</b>	<b>(\$835,819) to (\$4,064,450)</b>

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
None			
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
<b>Local Government</b>	<b>\$673,378 to \$3,831,134</b>	<b>\$823,467 to \$3,946,068</b>	<b>\$835,819 to \$4,064,450</b>

Numbers within parentheses: ( ) indicate costs or losses.

This fiscal note contains 4 pages.

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## **FISCAL ANALYSIS**

### **ASSUMPTION**

Officials from the **Office of State Courts Administrator** assume that this proposal will not fiscally affect their agency.

Officials from the **Office of Administration** and **Department of Corrections** did not respond to our request for fiscal impact. **Oversight** assumes this proposal will not fiscally impact their agencies.

Officials from the **St. Louis County Family Court** indicated the proposal would increase their revenues by approximately \$146,670 each year from FY 2001 to FY 2003. This is due to the increase in minimum reimbursable costs from \$14 to \$20 per day for each child cared for by the county. **Oversight** will reflect the increased revenues to all local governments in the same amount as the increased expenditures to the Department of Social Services.

Officials from the **Department of Social Services (DOSS)** assume this proposal will impact state funds as the proposal requires counties to be reimbursed a minimum of \$20 per day instead of the current minimum rate of \$17 (appropriated in FY 2000).

The DOSS estimates 270,433 days reimbursed at \$3 (\$20-\$17) extra per day which totals \$811,299 or \$673,378 for the 10 months of FY 01. The DOSS provided cost estimates of \$823,467 and \$835,819 for Fiscal Years 2002 and 2003, respectively.

**Oversight** has ranged the fiscal impact from the minimum reimbursement increase of \$3 per day as provided by the DOSS, to the maximum reimbursement increase of \$17 per day (\$37- \$20). Multiplying the numbers of days of detention by the maximum increase in costs per day (\$17) totals \$4,597,631 for FY 01. However, this total was prorated to 10 months for FY 2001 which resulted in a total cost estimate of \$3,831,134. Detention costs were increased by 3% for FY 2002 and FY 2003. All costs were assumed to be appropriated from the General Revenue Fund based on prior funding sources.

<u>FISCAL IMPACT - State Government</u>	FY 2001 (10 Mo.)	FY 2002	FY 2003
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**GENERAL REVENUE FUND**

<u>Costs - Department of Social Services</u>			
	(\$673,378)	(\$823,467)	(\$835,819)
Increased Reimbursements to Local Governments for Juvenile Detention	to (\$3,831,134)	to (\$3,946,068)	to (\$4,064,450)
<b>TOTAL ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>	<b>(\$673,378) to (\$3,831,134)</b>	<b>(\$823,467) to (\$3,946,068)</b>	<b>(\$835,819) to (\$4,064,450)</b>

<u>FISCAL IMPACT - Local Government</u>	FY 2001 (10 Mo.)	FY 2002	FY 2003
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**LOCAL GOVERNMENT FUNDS**

<u>Revenue</u>	\$673,378	\$823,467	\$835,819
	to	to	to
Increase in Per Diem Reimbursements	<u>\$3,831,134</u>	<u>\$3,946,068</u>	<u>\$4,064,450</u>
<b>NET EFFECT ON LOCAL GOVERNMENT FUNDS</b>	<b>\$673,378 to <u>\$3,831,134</u></b>	<b>\$823,467 to <u>\$3,946,068</u></b>	<b>\$835,819 to <u>\$4,064,450</u></b>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

The state payments to counties which own or operate homes for neglected and delinquent children are now \$17 per day per child. This proposal would raise that amount to a minimum of \$20 a day to a maximum of \$37 dollars per day per child. In addition, when a child is detained in a facility as provided in Section 211.151, RSMo, the state payment would also be increased from \$17 per day to a minimum of \$20 a day to a maximum of \$37 dollars per day per child.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

L.R. NO. 2577-01  
BILL NO. HB 1153  
PAGE 4 OF 4  
December 22, 1999

SOURCES OF INFORMATION

Department of Social Services  
Office of State Courts Administrator  
St. Louis Family Court

**NOT RESPONDING: Office of Administration and Department of Corrections**

A handwritten signature in black ink, appearing to read "Jeanne Jarrett". The signature is stylized with a large initial "J" and a cursive "e" at the end.

Jeanne Jarrett, CPA  
Director  
December 22, 1999